

92-266 /

CONFIDENTIAL OR ORIGINAL



COARSEGOLD CABLEVISION, INC.

CABLE TELEVISION

P.O. Box 870 • Murrieta, CA 92564-0870 1-800-827-2880

Impact of Must Carry Regulation: (cont.)

<u>Description</u>	<u>Estimated Cost</u>
(1) Addition of (3) must carry channels	\$ 7,500
(2) Moving of (4) satellite channels	2,600
(3) Changing of entire channel trapping system	<u>4,300</u>
TOTAL COST	\$14,400

It should be noted that a total cost of \$14,400 equates to a one time cost of \$22.60 per subscriber for a system of this size.

Must carry status for Home Shopping Club will reduce net profit by \$1,200 a year.

Supporting Documentation: The following documents have been provided to support this request:

- (1) Request For Approval Cover Sheet
- (2) Basic Service Tier and Equipment Rate Analysis
- (3) Financial Statement and Federal Tax Forms for Year Ending 1992.**
- (4) Financial Statement for first 5 months of 1993

** NOTE: 1992 installations and maintenance costs were included as a part of construction and were capitalized rather than expensed.

Upon review of this request, we feel that you will agree that the Coarsegold Cablevision, Inc. warrants an immediate rate increase.

All correspondence regarding this request should be directed to my attention.

Very truly yours,

Richard W. Winegarden
President and General Manager

92-266



COARSEGOLD CABLEVISION, INC.

CABLE TELEVISION

P.O. Box 870 • Murrieta, CA 92564-0870 1-800-827-2880

SPECIAL RELIEF - CABLE RATE FREEZE

SUPPORTING DOCUMENTATION

**REQUEST FOR APPROVAL
COVER SHEET**

Date: 07/06/93

Name of Cable Operator: COARSEGOLD CABLEVISION, INC.

Mailing Address: P.O. BOX 870
MURRIETA, CA 92564-0870

Community Unit Identification Number: 72

Name of person to contact: RICHARD W. WINEGARDEN

Telephone: (909) 677-3880

FAX Number: (619) 677-1819

Franchising Authority: MADERA COUNTY (Contract No. 4529-C-89)

Mailing Address: 209 WEST YOSEMITE AVENUE
MADERA, CA 93637

This form is being filed with respect to:

SPECIAL RELIEF - CABLE RATE FREEZE

BASIC SERVICE TIER AND EQUIPMENT RATES

Program Service Rate

(1) Number of channels on basic tier: (12 Satellite)	22
(2) Number of subscribers	637
(3) Monthly franchise fee per subscriber for basic service tier:	\$17.00
(4) Current rate of basic service tier: (including monthly franchise fee plus extra outlets)	\$18.40
(5) Current basic service per channel rate: (divide (3) by (1) above)	\$ 0.836
(6) Maximum adjusted benchmark rate per channel: (worksheet 1 line 128)	\$ 0.928
(7) Maximum adjusted benchmark rate for basic service: (multiply (1) times (6))	\$ 20.42
(8) Maximum adjusted benchmark rate less extra outlets: (line (7) + (2) - (3))	\$ 19.02

COARSEGOLD CABLEVISION, INC.
FINANCIAL STATEMENTS
(UNAUDITED-SEE ACCOUNTANTS
COMPILATION REPORT)
DECEMBER 31, 1992

Robert J. Testa
AN ACCOUNTANCY CORPORATION

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Robert J. Testa

AN ACCOUNTANCY CORPORATION

81-730 HWY. 111 -STE 4- INDIO, CALIFORNIA 92201

(619) 347-3665 - (619) 347-7677

ROBERT J. TESTA, CPA

MEMBER OF THE AMERICAN INSTITUTE
OF CERTIFIED PUBLIC ACCOUNTANTS

MEMBER OF THE CALIFORNIA SOCIETY
OF CERTIFIED PUBLIC ACCOUNTANTS

BOARD OF DIRECTORS
COARSEGOLD CABLEVISION, INC.
TEMECULA, CALIFORNIA 92390

We have compiled the Statement of Assets and Liabilities of Coarsegold, Inc. at December 31, 1992 and the related statement of revenues received and expenses disbursed adjusted for depreciation for the year then ended in accordance with standards established by the American Institute of Certified Public Accountants.

A compilation is limited to presenting in the form of financial statements, information that is the representation of management. We have not audited or reviewed the accompanying financial statements, and accordingly, we do not express an opinion or any other form of assurance on it.



INDIO, CALIFORNIA
FEBRUARY 15, 1993

COARSEGOLD CABLEVISION, INC.
STATEMENT OF ASSETS AND LIABILITIES
(UNAUDITED-SEE ACCOUNTANTS COMPILATION REPORT)
FOR THE YEAR ENDED DECEMBER 31, 1992

ASSETS

CURRENT ASSETS

Cash in bank	\$ 19,928
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EQUIPMENT (NOTE 3)

Cost	\$248,702	
Accumulated Depreciation	<u>77,925</u>	

Net Equipment	<u>170,777</u>
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\$190,705

LIABILITIES AND STOCKHOLDERS' EQUITY (CASH BASIS)

CURRENT LIABILITY

Current portion of long term liabilities	\$ 8,400
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LONG TERM LIABILITIES (NOTE 4)

121,594

STOCKHOLDERS' EQUITY (CASH BASIS)

Common stock, no par value 5,000 shares authorized, 11,500 issued and outstanding	\$149,500	
(Deficit), Jan. 1, 1992	\$(77,369)	
(Deficit) of Revenue received over Expenses disbursed adjusted for depre- ciation for the year ended December 31, 1992	<u>(11,420)</u>	<u>(88,789)</u>

Total Stockholders' Equity (Cash Basis)	<u>60,711</u>
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\$190,705

The accompanying Notes to Financial Statements are an integral part of this statement.

Robert J. Testa
AN ACCOUNTANCY CORPORATION

COARSEGOLD CABLEVISION, INC.
STATEMENT OF REVENUES RECEIVED AND EXPENSES
DISBURSED ADJUSTED FOR DEPRECIATION
(UNAUDITED-SEE ACCOUNTANTS COMPILATION REPORT)
FOR THE YEAR ENDED DECEMBER 31, 1992

REVENUES RECEIVED

\$133,505

EXPENSES DISBURSED

Materials and supplies	\$23,535
Affiliate fees	27,314
Insurance	500
Taxes and licenses	9,440
Subcontractors	356
Office	2,463
Rent	2,968
Repairs	910
Automotive	16,392
Telephone and utilities	7,201
Travel	194
Legal and accounting	4,818
Miscellaneous	2,138
Interest	<u>3,531</u>

Total Expenses Disbursed

101,760

EXCESS OF REVENUE RECEIVED OVER
EXPENSES DISBURSED

31,745

DEPRECIATION

43,165

(DEFICIT) OF REVENUE RECEIVED OVER EXPENSES
DISBURSED ADJUSTED FOR DEPRECIATION

\$(11,420)

The accompanying Notes to Financial Statements are an integral part of this statement.

Robert J. Testa
AN ACCOUNTANCY CORPORATION

COARSEGOLD CABLEVISION, INC.
NOTES TO FINANCIAL STATEMENTS
(UNAUDITED-SEE ACCOUNTANTS COMPILATION REPORT)
DECEMBER 31, 1992

NOTE 1 - History of the Organization

The corporation was formed October 20, 1989. It operates a cable television franchise in Coarsegold, California.

NOTE 2 - Method of Accounting

The corporation maintains its books on the cash basis method of accounting.

NOTE 3 - Equipment

The cable facility is recorded at cost and is being depreciated over a life of seven years on the declining balance method.

NOTE 4 - Long Term Liabilities

Long term liabilities at December 31, 1992, consist of the following:

	<u>TOTAL</u>	<u>CURRENT PORTION</u>	<u>LONG TERM PORTION</u>
Note payable to the North County Bank. Interest is 2% above prime rate. Monthly principal payments total 2½% of the unpaid balance.	\$ 29,244	\$ 8,400	\$ 20,844
Note payable to Richard Winegarden 50% owner of M & B Communications, Inc. which owns 10,200 shares of Coarsegold Inc. or 89% of the outstanding stock. Interest only payments of \$667 are due monthly. Note is due in full on December 31, 1997.	100,750	-0-	100,750
	<u>\$129,994</u>	<u>\$ 8,400</u>	<u>\$121,594</u>

1.12U

U.S. Corporation Income Tax Return

OMB No. 1545-0123

1992

For calendar year 1992 or tax year beginning 1992, ending 19

A Check if a (1) Consolidated return (attach Form 951) <input type="checkbox"/> (2) Personal holding co (attach Sch. PH) <input type="checkbox"/> (3) Personal service corp (as defined in Temporary Regs. sec. 1.441-4T— see instructions) <input type="checkbox"/>	Use IRS label. Other- wise, please print or type.	Name COARSEGOLD CABLEVISION, INC. Number, street, and room or suite no. (If a P.O. box, see page 6 of instructions.) P.O. BOX 1849 City or town, state, and ZIP code TEMECULA, CALIFORNIA 92390	B Employer identification number 33-1018788 C Date incorporated 10-20-89 D Total assets (see Specific instructions) 120,525
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Check applicable boxes: (1) ☐ Initial return (2) ☐ Final return (3) ☐ Change in address

Income			Deductions		
1a	Gross receipts or sales	133,505	b	Less returns and allowances	
2	Cost of goods sold (Schedule A, line 8)		c	Balance	
3	Gross profit. Subtract line 2 from line 1c	133,505			
4	Dividends (Schedule C, line 19)				
5	Interest				
6	Gross rents				
7	Gross royalties				
8	Capital gain net income (attach Schedule D (Form 1120))				
9	Net gain or (loss) from Form 4797, Part II, line 20 (attach Form 4797)				
10	Other income (see instructions—attach schedule)				
11	Total income. Add lines 3 through 10	133,505			
12	Compensation of officers (Schedule E, line 4)				
13a	Salaries and wages		b	Less jobs credit	
14	Repairs		c	Balance	
15	Bad debts				
16	Rents				
17	Taxes				

Schedule A Cost of Goods Sold (See instructions.)

- 1 Inventory at beginning of year
- 2 Purchases
- 3 Cost of labor
- 4 Additional section 263A costs (attach schedule)
- 5 Other costs (attach schedule)
- 6 Total. Add lines 1 through 5
- 7 Inventory at end of year
- 8 Cost of goods sold. Subtract line 7 from line 6. Enter here and on page 1, line 2

1		
2		
3		
4		
5		
6		
7		
8		

9a Check all methods used for valuing closing inventory:

- (i) ☐ Cost (ii) ☐ Lower of cost or market as described in Regulations section 1.471-4
- (iii) ☐ Writedown of "abnormal" goods as described in Regulations section 1.471-2(c)
- (iv) ☐ Other (Specify method used and attach explanation.) ▶

b Check if the LIFO inventory method was adopted this tax year for any goods (if checked, attach Form 970) ▶ ☐**c If the LIFO inventory method was used for this tax year, enter percentage (or amounts) of closing inventory computed under LIFO**

8c	
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d Do the rules of section 263A (for property produced or acquired for resale) apply to the corporation?☐ Yes ☐ No**e Was there any change in determining quantities, cost, or valuations between opening and closing inventory? If "Yes," attach explanation**☐ Yes ☐ No**Schedule C Dividends and Special Deductions (See instructions.)**

- 1 Dividends from less-than-20%-owned domestic corporations that are subject to the 70% deduction (other than debt-financed stock)
- 2 Dividends from 20%-or-more-owned domestic corporations that are subject to the 80% deduction (other than debt-financed stock)
- 3 Dividends on debt-financed stock of domestic and foreign corporations (section 246A)
- 4 Dividends on certain preferred stock of less-than-20%-owned public utilities
- 5 Dividends on certain preferred stock of 20%-or-more-owned public utilities
- 6 Dividends from less-than-20%-owned foreign corporations and certain FSCs that are subject to the 70% deduction
- 7 Dividends from 20%-or-more-owned foreign corporations and certain FSCs that are subject to the 80% deduction
- 8 Dividends from wholly owned foreign subsidiaries subject to the 100% deduction (section 245(b))
- 9 Total. Add lines 1 through 8. See instructions for limitation
- 10 Dividends from domestic corporations received by a small business investment company operating under the Small Business Investment Act of 1958
- 11 Dividends from certain FSCs that are subject to the 100% deduction (section 245(c)(1))
- 12 Dividends from affiliated group members subject to the 100% deduction (section 243(a)(3))
- 13 Other dividends from foreign corporations not included on lines 3, 6, 7, 8, or 11
- 14 Income from controlled foreign corporations under subpart F (attach Form(s) 5471)
- 15 Foreign dividend gross-up (section 78)

(a) Dividends received	(b) %	(c) Special deductions: (a) × (b)
	70	
	80	
	See instructions	
	41.175	
	47.059	
	70	
	80	
	100	
	100	
	100	
	100	

Schedule J Tax Computation (See instructions)

1	Check if the corporation is a member of a controlled group (see sections 1561 and 1563) <input type="checkbox"/>	
2	If the box on line 1 is checked	
a	Enter the corporation's share of the \$50,000 and \$25,000 taxable income bracket amounts (in that order): (i) \$ <input type="text"/> (ii) \$ <input type="text"/>	
b	Enter the corporation's share of the additional 5% tax (not to exceed \$11,750) <input type="text"/>	
3	Income tax. Check this box if the corporation is a qualified personal service corporation as defined in section 448(d)(2) (see instructions on page 14). <input type="checkbox"/>	-0-
4a	Foreign tax credit (attach Form 1118)	
b	Possessions tax credit (attach Form 5735)	
c	Orphan drug credit (attach Form 6765)	
d	Credit for fuel produced from a nonconventional source	
e	General business credit. Enter here and check which forms are attached: <input type="checkbox"/> Form 3800 <input type="checkbox"/> Form 3468 <input type="checkbox"/> Form 5884 <input type="checkbox"/> Form 6478 <input type="checkbox"/> Form 6765 <input type="checkbox"/> Form 8586 <input type="checkbox"/> Form 8830 <input type="checkbox"/> Form 8826	
f	Credit for prior year minimum tax (attach Form 8827)	
5	Total credits. Add lines 4a through 4f	-0-
6	Subtract line 5 from line 3	
7	Personal holding company tax (attach Schedule PH (Form 1120))	
8	Recapture taxes. Check if from: <input type="checkbox"/> Form 4255 <input type="checkbox"/> Form 8611	
9a	Alternative minimum tax (attach Form 4626)	
b	Environmental tax (attach Form 4626)	
10	Total tax. Add lines 6 through 9b. Enter here and on line 31, page 1	-0-

Schedule K Other Information (See instructions)

1	Check method of accounting: a <input checked="" type="checkbox"/> Cash b <input type="checkbox"/> Accrual c <input type="checkbox"/> Other (specify) <input type="text"/>	Yes No	6	Was the corporation a U.S. shareholder of any controlled foreign corporation? (See sections 951 and 957.) If "Yes," attach Form 5471 for each such corporation. Enter number of Forms 5471 attached <input type="text"/>	Yes No
2	Refer to the list in the instructions and state the principal: a Business activity code no. <input type="text"/> 1790 b Business activity <input type="text"/> SERVICE c Product or service <input type="text"/> CABLE TV		7	At any time during the 1992 calendar year, did the corporation have an interest in or a signature or other authority over a financial account in a foreign country (such as a bank account, securities account, or other financial account)? If "Yes," the corporation may have to file Form TD F 90-22.1. If "Yes," enter name of foreign country <input type="text"/>	
3	Did the corporation at the end of the tax year own, directly or indirectly, 50% or more of the voting stock of a domestic corporation? (For rules of attribution, see section 267(c).) If "Yes," attach a schedule showing: (a) name and identifying number; (b) percentage owned; and (c) taxable income or (loss) before NOL and special deductions of such corporation for the tax year ending with or within your tax year.	X	8	Was the corporation the grantor of, or transferor to, a foreign trust that existed during the current tax year, whether or not the corporation has any beneficial interest in it? If "Yes," the corporation may have to file Forms 926, 3520, or 3520-A.	X
4	Did any individual, partnership, corporation, estate, or trust at the end of the tax year own, directly or indirectly, 50% or more of the corporation's voting stock? (For rules of attribution, see section 267(c).) If "Yes," complete a, b, and c below.	X	9	Did one foreign person at any time during the tax year own, directly or indirectly, at least 25% of: (a) the total voting power of all classes of stock of the corporation entitled to vote, or (b) the total value of all classes of stock of the corporation? If "Yes," see page 17 of instructions and	X
a	Is the corporation a subsidiary in an affiliated group or a parent-subsidiary controlled group?	X	a	Enter percentage owned <input type="text"/>	
b	Enter the name and identifying number of the parent corporation or other entity with 50% or more ownership <input type="text"/> (SCHEDULE)		b	Enter owner's country <input type="text"/>	
c	Enter percentage owned <input type="text"/>		c	The corporation may have to file Form 5472. (See page 18 for penalties that may apply.) Enter number of Forms 5472 attached <input type="text"/>	
5	During this tax year, did the corporation pay dividends (other than stock dividends and distributions in exchange for stock) in excess of the corporation's current and accumulated earnings and profits? (See secs. 301 and 316.) If "Yes," file Form 5452. If this is a consolidated return, answer here for the parent corporation and on Form 951, Affiliations Schedule, for each subsidiary.	X	10	Check this box if the corporation issued publicly offered debt instruments with original issue discount <input type="checkbox"/> If so, the corporation may have to file Form 8281.	
			11	Enter the amount of tax-exempt interest received or accrued during the tax year <input type="text"/>	
			12	If there were 35 or fewer shareholders at the end of the tax year, enter the number <input type="text"/> 2	
			13	If the corporation has an NOL for the tax year and is electing under sec. 172(b)(3) to forego the carryback period, check here <input type="checkbox"/>	

Schedule L Balance Sheets

	Beginning of tax year		End of tax year	
	(a)	(b)	(c)	(d)
Assets				
1 Cash		560		19,928
2a Trade notes and accounts receivable				
b Less allowance for bad debts				
3 Inventories				
4 U.S. government obligations				
5 Tax-exempt securities (see instructions)				
6 Other current assets (attach schedule)				
7 Loans to stockholders				
8 Mortgage and real estate loans				
9 Other investments (attach schedule)				
10a Buildings and other depreciable assets	122,931		248,702	
b Less accumulated depreciation	(34,760)	88,171	(77,925)	170,777
11a Depletable assets				
b Less accumulated depletion				
12 Land (net of any amortization)				
13a Intangible assets (amortizable only)				
b Less accumulated amortization				
14 Other assets (attach schedule)				
15 Total assets		88,731		190,705
Liabilities and Stockholders' Equity				
16 Accounts payable				
17 Mortgages, notes, bonds payable in less than 1 year		10,000		29,244
18 Other current liabilities (attach schedule)				
19 Loans from stockholders		6,600		100,750
20 Mortgages, notes, bonds payable in 1 year or more				
21 Other liabilities (attach schedule)				
22 Capital stock: a Preferred stock				
b Common stock	149,500	149,500	149,500	149,500
Paid-in or capital surplus				
24 Retained earnings—Appropriated (attach schedule)				
25 Retained earnings—Unappropriated		(77,369)		(88,789)
26 Less cost of treasury stock				
27 Total liabilities and stockholders' equity		88,731		190,705

Note: You are not required to complete Schedules M-1 and M-2 below if the total assets on line 15, column (d) of Schedule L are less than \$25,000.

Schedule M-1 Reconciliation of Income (Loss) per Books With Income per Return (See instructions.)

1 Net income (loss) per books	(11,420)	7 Income recorded on books this year not included on this return (itemize):	
2 Federal income tax		Tax-exempt interest \$	
3 Excess of capital losses over capital gains			
4 Income subject to tax not recorded on books this year (itemize):			
5 Expenses recorded on books this year not deducted on this return (itemize):		8 Deductions on this return not charged against book income this year (itemize):	
a Depreciation \$		a Depreciation \$	
b Contributions carryover \$		b Contributions carryover \$	
c Travel and entertainment \$			
6 Add lines 1 through 5	(11,420)	9 Add lines 7 and 8	
		10 Income (line 28, page 1)—line 6 less line 9	(11,420)

Schedule M-2 Analysis of Unappropriated Retained Earnings per Books (Line 25, Schedule L)

1 Balance at beginning of year	(77,369)	5 Distributions: a Cash	
2 Net income (loss) per books	(11,420)	b Stock	
3 Other increases (itemize):		c Property	
		6 Other decreases (itemize):	
4 Add lines 1, 2, and 3	(88,789)	7 Add lines 5 and 6	
		8 Balance at end of year (line 4 less line 7)	(88,789)

Form **4562**Department of the Treasury
Internal Revenue Service

Name(s) shown on return

Depreciation and Amortization
(Including Information on Listed Property)

▶ See separate instructions.

▶ Attach this form to your return.

OMB No. 1545-0172

1992Attachment
Sequence No. **67**Identifying number
33-1018788**COARSEGOLD CABLEVISION, INC.**

Business or activity to which this form relates

CABLE TV SERVICE**Part I Election To Expense Certain Tangible Property (Section 179) (Note: If you have any "Listed Property," complete Part V before you complete Part I.)**

1	Maximum dollar limitation (see instructions)	1	\$10,000
2	Total cost of section 179 property placed in service during the tax year (see instructions)	2	
3	Threshold cost of section 179 property before reduction in limitation	3	\$200,000
4	Reduction in limitation. Subtract line 3 from line 2, but do not enter less than -0-	4	
5	Dollar limitation for tax year. Subtract line 4 from line 1, but do not enter less than -0-	5	
(a) Description of property		(b) Cost	(c) Elected cost
6			
7	Listed property. Enter amount from line 26.	7	
8	Total elected cost of section 179 property. Add amounts in column (c), lines 6 and 7	8	
9	Tentative deduction. Enter the smaller of line 5 or line 8	9	
10	Carryover of disallowed deduction from 1991 (see instructions)	10	
11	Taxable income limitation. Enter the smaller of taxable income or line 5 (see instructions)	11	
12	Section 179 expense deduction. Add lines 9 and 10, but do not enter more than line 11	12	
13	Carryover of disallowed deduction to 1993. Add lines 9 and 10, less line 12 ▶	13	

Note: Do not use Part II or Part III below for automobiles, certain other vehicles, cellular telephones, computers, or property used for entertainment, recreation, or amusement (listed property). Instead, use Part V for listed property.

Part II MACRS Depreciation For Assets Placed in Service ONLY During Your 1992 Tax Year (Do Not Include Listed Property)

(a) Classification of property	(b) Month and year placed in service	(c) Basis for depreciation (business/investment use only—see instructions)	(d) Recovery period	(e) Convention	(f) Method	(g) Depreciation deduction
14 General Depreciation System (GDS) (see instructions):						
a 3-year property						
b 5-year property						
c 7-year property		125,771	7 YRS	MARCS	DB	17,973
d 10-year property						
e 15-year property						
f 20-year property						
g Residential rental property			27.5 yrs.	MM	S/L	
			27.5 yrs.	MM	S/L	
h Nonresidential real property			31.5 yrs.	MM	S/L	
			31.5 yrs.	MM	S/L	
15 Alternative Depreciation System (ADS) (see instructions):						
a Class life					S/L	
b 12-year			12 yrs.		S/L	
c 40-year			40 yrs.	MM	S/L	

Part III Other Depreciation (Do Not Include Listed Property)

16	GDS and ADS deductions for assets placed in service in tax years beginning before 1992 (see instructions)	16	
17	Property subject to section 168(f)(1) election (see instructions)	17	
18	ACRS and other depreciation (see instructions)	18	25,192

Part IV Summary

19	Listed property. Enter amount from line 25.	19	
20	Total. Add deductions on line 12, lines 14 and 15 in column (g), and lines 16 through 19. Enter here and on the appropriate lines of your return. (Partnerships and S corporations—see instructions)	20	43,165
21	For assets shown above and placed in service during the current year, enter the portion of the basis attributable to section 263A costs (see instructions)	21	

For Paperwork Reduction Act Notice, see page 1 of the separate instructions.

Cat. No. 12908N

Form **4562** (1992)

11/18/92 page 744,360C

COARSEGOLD
CABLEVISION INC
DEPRECIATION SCHEDULE
ACCELERATED COST RECOVERY
12-31-92

ID NO. 33-1018788

DEPRECIATION

ASSET NO	DESCRIPTION	DATE ACQ	BASIS	REC	METH	%	PRIOR	CURRENT
1.00	TV CABLE SYSYEM	12-31-90	70,200	7	MAC	.175	27,224	12,278
2.00	CABLE EQUIPMENT	01-01-91	14,344	7	MAC	.245	2,050	3,513
3.00	CABLE EQUIPMENT	07-01-91	38,388	7	MAC	.245	5,486	9,401
4.00	CABLE EQUIPMENT	07-01-92	125,771	7	MAC	.143	0	17,973
			248,703				34,760	43,165

COARSEGOLD CABLEVISION, INC.
33-1018788
12/31/92

NET OPERATING LOSS

FEDERAL

STATE

COARSEGOLD CABLEVISION, INC.
FINANCIAL STATEMENTS
MAY 30, 1993

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COARSEGOLD CABLEVISION, INC.
STATEMENT OF ASSETS AND LIABILITIES
FOR PERIOD ENDING MAY 30, 1993

ASSETS

CURRENT ASSETS

Cash in bank	\$20,541
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EQUIPMENT (NOTE 3)

Cost	\$268,348	
Accumulated Depreciation	<u>93,819</u>	

Net Equipment	<u>174,529</u>
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\$195,070

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LIABILITIES AND STOCKHOLDERS' EQUITY (CASH BASIS)

CURRENT LIABILITY

Current portion of long term liabilities	\$ 0
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LONG TERM LIABILITIES (NOTE 4)

150,750

STOCKHOLDERS' EQUITY (CASH BASIS)

Common stock, no par value 20,000 shares authorized, 5,000 shares issued and outstanding	\$149,500	
(Deficit), Jan. 1, 1993	\$(88,789)	
(Deficit) of Revenue received over Expenses disbursed adjusted for depreciation for period ending May 30, 1993	(16,391)	(105,180)

Total Stockholders' Equity (Cash Basis)	44,320
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\$195,070

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The accompanying Notes to Financial Statements are an integral part of this statement.

COARSEGOLD CABLEVISION, INC.
STATEMENT OF REVENUES RECEIVED AND EXPENSES
DISBURSED ADJUSTED FOR DEPRECIATION
JANUARY 1, 1993 THROUGH MAY 30, 1993

REVENUE	\$77,723
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EXPENSES DISBURSED

Affiliate Fees	\$14,698
Automotive	\$5,168
Equipment Rental	\$0
Insurance	\$3,960
Interest	\$3,298
Legal and Accounting	\$5,113
Miscellaneous	\$472
Office	\$3,954
Payroll	\$0
Payroll Taxes	\$0
Pole Lease Reserve	\$600
Rent	\$2,510
Repairs	\$1,186
Contract Labor (Maintenance)	\$16,102
Materials and Supplies	\$11,533
Taxes and Licenses	\$5,248
Telephone and Utilities	\$2,735
Travel	\$1,643

Total Expenses Disbursed	\$78,220
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(DEFICIT) OF REVENUE RECEIVED OVER EXPENSES DISBURSED	(\$497)
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DEPRECIATION	\$15,894
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(DEFICIT) OF REVENUE RECEIVED OVER EXPENSES DISBURSED ADJUSTED FOR DEPRECIATION	(\$16,391)
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The accompanying Notes to Financial Statements are an integral part of this statement.

COARSEGOLD CABLEVISION, INC.
 PROJECTED DEPRECIATION SCHEDULE
 ACCELERATED COST RECOVERY
 12-31-93

ID NO. 33-0554516

DEPRECIATION

ASSET NO	DESCRIPTION	DATE ACO	BASIS	REC	METH	%	PRIOR	CURRENT
1.00	TV CABLE SYSTEM	12-31-90	\$70,200	7	MAC	.125	\$39,502	\$3,837
2.00	CABLE EQUIPMENT	01-01-91	\$14,344	7	MAC	.175	\$5,563	\$1,537
3.00	CABLE EQUIPMENT	07-01-91	\$38,388	7	MAC	.175	\$14,887	\$4,113
4.00	CABLE EQUIPMENT	07-01-92	\$125,771	7	MAC	.245	\$17,973	\$26,411
5.00	CABLE EQUIPMENT	07-01-93	\$15,722	7	MAC	.143	\$0	\$2,248
			\$264,425				\$77,925	\$38,145

COARSEGOLD CABLEVISION, INC.
NOTES TO FINANCIAL STATEMENTS
FOR PERIOD ENDING MAY 30, 1993

NOTE 1 - History of the Organization

The original corporation was formed October 20, 1989. This corporation was dissolved February 26, 1993. Reason for dissolution was failure of outside investors to meet financial obligations.

M & B Communications, Inc. owned 96% of the stock at time of dissolution and assumed responsibility for all assets and liabilities.